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July 11, 2005

Via Electronic Filing

Mr. Vernon A. Williams
Office of the Secretary
Surface Transportation Board
1925 K Street, N.W.
Washington, DC 20423-0001

Re: New Haven National Rail Terminal Transportation Company, L.L.C.
Verified Notice of Exemption - Lease and Operation of 3.5 Miles of Track in the
Former Cedar Hill Yard, New Haven and North Haven Connecticut
Finance Docket No. FD-34690
Our File No. 6294.05244

Dear Mr. Williams:

This firm represents the New Haven National Rail Terminal Transportation Company, L.L.C. (NHNRT) of New Haven, Connecticut, a non carrier.

Pursuant to the Board's Decision of June 14, 2005 in the above captioned matter, this is a report on the status of negotiations with CSXT regarding NHNRT's Verified Notice of Exemption which was filed on to lease and operate 3.5 miles of track located in Connecticut in the City of New Haven and Town of North Haven in the former Cedar Hill Yard.

The party principals and their attorneys met in Jacksonville, Florida on June 29th to discuss in detail the plans that NHNRT has for the Cedar Yard property, CSXT's concerns regarding those plans, and related matters.

Those discussions are ongoing and the parties will further report to the Board pursuant to the Board's Order on August 1, 2005.

Sincerely,
CAPEHART & SCATCHARD, P.A.



John K. Fiorilla

JKF/ajd

cc: Paul Hitchcock, Esq. *(via fax and regular mail)*
Mr. James Hill *(via fax and regular mail)*

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